

ASSIGNED

NO.63803

**APPLICATION FOR PERMISSION TO CHANGE POINT OF
DIVERSION, MANNER OF USE AND PLACE OF USE OF THE
PUBLIC WATERS OF THE STATE OF NEVADA
HERETOFORE APPROPRIATED**

Date of filing in State Engineer's Office JAN 30 1998

Returned to applicant for correction _____

Corrected application filed _____

Map filed FEB 11 1994 UNDER 59743-T

The applicant **Blue Diamond Materials, Inc.**, hereby makes application for permission to change the **point of diversion, manner of use, and place of use of a portion** of water heretofore appropriated under Permit 13019, C. 4632

1. The source of water is **Las Vegas Artesian Basin - underground source**
2. The amount of water to be changed **0.054 cfs and 7.853 acre-feet**
3. The water to be used for **industrial and domestic**
4. The water heretofore permitted for **irrigation and domestic**
5. The water is to be diverted at the following point within **NW1/4 NE1/4 of Section 26, Township 22 South, Range 60 East, M.D.B.&M., Clark County, Nevada**, or at a point from which the northeast corner of said Section 26 bears North 63°30'54" East, a distance of 2863.18 feet. See map filed with Application 59743T and 59744T.
6. The existing permitted point of diversion is located within the **SW1/4 NE1/4 of Section 2, Township 22 South, Range 61 East, M.D.B.&M., Clark County, NV**, or at a point from which the north quarter corner of said Section 2 bears North 1°55'10" West, a distance of 1387.8 feet.
7. Proposed place of use **all land lying east of the Union Pacific Railroad right-of-way within SE1/4 of Section 23, and the N1/2 NE1/4 of Section 26, all within Township 22 South, Range 60 East, M.D.B.&M., Clark County, Nevada**. See map filed with Applications 59743T and 59744T.
8. Existing place of use **1.56 acres stripped from APN. 177-02-601-001 and 177-02-601-005 within SW1/4 NE1/4 Section 2, Township 22 South, Range 61 East, M.D.B.&M., Clark County, Nevada**. See Assessor Parcel Map 177-02-6 designating the Franks parcels and filed with chain of title on or about August 20, 1997.
9. Use will be from **January 1 to December 31** of each year.
10. Use was permitted from **January 1 to December 31** of each year.
11. Description of proposed works **well, pump, and appurtenances**
12. Estimated cost of works **\$85,000.00**
13. Estimated time required to construct works **Existing 10 inch cased well, 6 inch pump, pump house, and appurtenances**
14. Estimated time required to complete the application of water to beneficial use **5 years**
15. Remarks: **Use is for existing materials processing and related operations.**

By **Gregory J. Walch, Esq.**
s/Gregory J. Walch
3773 Howard Hughes Pkwy., #290N
Las Vegas, NV 89109

Compared lw/cms dl/cms

Protested _____

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion, place of use and manner of use of a portion of the waters of an underground source as heretofore granted under Permit 13019, Certificate 4632 is issued subject to the terms and conditions imposed in said Permit 13019, Certificate 4632 and with the understanding that no other rights on the source will be affected by the change proposed herein. The well shall be equipped with a 2-inch opening and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 0.054 cubic feet per second, but not to exceed 7.0 acre-feet annually.

Work must be prosecuted with reasonable diligence and be completed on or before:

N/A

Proof of completion of work shall be filed before:

N/A

Application of water to beneficial use shall be filed on or before:

January 24, 2002

Proof of the application of water to beneficial use shall be filed on or before:

February 24, 2002

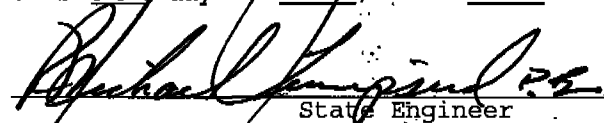
Map in support of proof of beneficial use shall be filed on or before:

N/A

IN TESTIMONY WHEREOF, I, R. MICHAEL TURNIPSEED, P.E.,

State Engineer of Nevada, have hereunto set
my hand and the seal of my office,

this 9th day of June, A.D. 1999


State Engineer

Completion of work filed N/A

Proof of beneficial use filed MAR 27 2002

Cultural map filed _____

Certificate No. 16118 Issued AUG 21 2002